GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5012
ANSWERED ON:25.08.2000
GRANT OF LOAN TO INDIA BY JAPAN
ASHOK NAMDEORAO MOHOL

Will the Minister of FINANCE be pleased to state:

(a) whether Japanese Governemnt has put the condition of signing C.T.B.T. for granting loan (in Yen);

(b) if so, the details thereof; and

(c) the reaction of the Government thereto?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a)&(b) The Japanese Government imposed restrictive economic measures on India in May 1998, including suspension of new Yen loans. While there has been partial relaxation of these measures, the Japanese position is that they will `review` such measures after India signs the C.T.B.T.

(c) Government of India maintains that all such unilateral restrictive economic measures, are unjustified and counter-productive and should be lifted. Government of India`s position on the C.T.B.T. continues to be guided by considerations of national security and national interest.